

**ESTIMATE OF DIRECT SPENDING AND REVENUE EFFECTS OF H.R. 3762, THE RESTORING AMERICANS' HEALTHCARE FREEDOM RECONCILIATION ACT, WITH AN AMENDMENT IN THE NATURE OF A SUBSTITUTE [S.A. 2874]<sup>a</sup>**

	By Fiscal Year, in Billions of Dollars											2016-	2016-	
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2020	2025		
<b>ESTIMATED CHANGES WITHOUT MACROECONOMIC FEEDBACK</b>														
<b>Changes in Direct Spending</b>														
<b>Title I—Finance</b>														
Medicaid														
Estimated Budget Authority	-0.2	*	*	*	*	*	*	*	*	0	-0.2	-0.2		
Estimated Outlays	-0.2	*	*	*	*	*	*	*	*	0	-0.2	-0.2		
Eliminate Individual and Employer Mandate Penalties														
Estimated Budget Authority	-7.5	-14.3	-17.7	-21.0	-23.2	-25.2	-27.3	-29.0	-30.9	-32.6	-83.9	-228.8		
Estimated Outlays	-7.5	-14.3	-17.7	-21.0	-23.2	-25.2	-27.3	-29.0	-30.9	-32.6	-83.9	-228.8		
Repeal Excise Tax on Certain High-Premium Insurance Plans														
Estimated Budget Authority	0	0	-0.7	-0.9	-1.4	-1.6	-2.4	-3.1	-3.9	-1.2	-3.0	-15.3		
Estimated Outlays	0	0	-0.7	-0.9	-1.4	-1.6	-2.4	-3.1	-3.9	-1.2	-3.0	-15.3		
Elimination of Limitation on Subsidy Recapture														
Estimated Budget Authority	-1.8	-3.3	-3.8	-3.9	-3.9	-4.0	-4.2	-4.4	-4.6	-4.8	-16.6	-38.5		
Estimated Outlays	-1.8	-3.3	-3.8	-3.9	-3.9	-4.0	-4.2	-4.4	-4.6	-4.8	-16.6	-38.5		
<b>Title II—Health, Education, Labor and Pensions</b>														
Prevention and Public Health Fund														
Estimated Budget Authority	-1.0	-1.0	-1.3	-1.3	-1.5	-1.5	-2.0	-2.0	-2.0	-2.0	-6.0	-15.5		
Estimated Outlays	-0.2	-0.5	-0.9	-1.1	-1.3	-1.4	-1.6	-1.8	-1.9	-2.0	-4.1	-12.7		
Community Health Center Program														
Estimated Budget Authority	0.2	0.2	0	0	0	0	0	0	0	0	0.5	0.5		
Estimated Outlays	0.1	0.2	0.1	*	0	0	0	0	0	0	0.5	0.5		
<b>Total Changes in Direct Spending</b>														
Estimated Budget Authority	-10.3	-18.4	-23.5	-27.1	-30.0	-32.3	-35.9	-38.5	-41.4	-40.6	-109.3	-297.9		
Estimated Outlays	-9.7	-17.9	-23.0	-26.9	-29.7	-32.2	-35.5	-38.3	-41.3	-40.6	-107.3	-295.1		
<b>Changes in Revenues</b>														
<b>Title I—Finance</b>														
Eliminate Individual and Employer Mandate Penalties														
	-10.3	-8.9	-8.0	-9.0	-9.1	-9.3	-10.3	-10.9	-11.2	-11.5	-45.4	-98.6		
Repeal Medical Device Tax														
	-1.4	-2.0	-2.1	-2.2	-2.3	-2.5	-2.6	-2.8	-2.9	-3.1	-10.0	-23.9		
Repeal Excise Tax on Certain High-Premium Insurance Plans														
	0	0	-2.9	-8.1	-9.7	-11.5	-14.0	-17.1	-20.8	-8.9	-20.8	-93.2		
Elimination of Limitation on Subsidy Recapture														
	0.3	1.2	1.5	1.6	1.5	1.5	1.5	1.6	1.6	1.7	5.9	14.0		
Interaction within Title I														
	0	0	*	2.1	2.0	1.7	1.7	1.6	1.6	1.4	4.1	12.1		
<b>Total Changes in Revenues</b>														
On-Budget	-11.4	-9.7	-11.5	-15.6	-17.6	-20.1	-23.7	-27.6	-31.7	-20.4	-66.2	-189.6		
Off-Budget <sup>b</sup>	-12.8	-13.5	-15.5	-19.6	-21.5	-23.7	-26.8	-30.3	-33.9	-25.4	-83.3	-223.2		
	1.4	3.8	4.0	4.0	3.9	3.6	3.2	2.7	2.2	5.0	17.1	33.6		
<b>Net Increase or Decrease (-) in the Deficit Without Macroeconomic Feedback<sup>c</sup></b>														
<b>Impact on Deficit</b>														
On-Budget	1.7	-8.3	-11.5	-11.3	-12.1	-12.0	-11.8	-10.6	-9.6	-20.1	-41.1	-105.5		
Off-Budget <sup>b</sup>	3.1	-4.4	-7.5	-7.3	-8.2	-8.5	-8.6	-8.0	-7.4	-15.2	-24.1	-71.9		
	-1.4	-3.8	-4.0	-4.0	-3.9	-3.6	-3.2	-2.7	-2.2	-5.0	-17.1	-33.6		

Sources: Congressional Budget Office; staff of the Joint Committee on Taxation.

Notes: Numbers may not add up to totals because of rounding; \* = an increase or decrease between zero and \$50 million.

This amendment triggers the requirement for a macroeconomic analysis. However, because of the very short time available to prepare this estimate, CBO and JCT have determined that it is not practicable to provide that analysis at this time.

- For outlays, a positive number indicates an increase (adding to the deficit) and a negative number indicates a decrease (reducing the deficit); for revenues, a positive number indicates an increase (reducing the deficit) and a negative number indicates a decrease (adding to the deficit); for the deficit, a positive number indicates an increase and a negative number indicates a reduction.
- Excluding macroeconomic feedback, all off-budget effects would come from changes in revenues. (The payroll taxes for Social Security are classified as off-budget.)
- Excluding macroeconomic feedback, the agencies estimate that enacting title I or title II of the amendment would not increase net direct spending or on-budget deficits in any year after 2025 or in any of the four consecutive 10-year periods beginning in 2026.